

CITY OF IQALUIT
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2018

CITY OF IQALUIT
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DECEMBER 31, 2018

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INDEPENDENT AUDITORS' REPORT

To the Mayor and Council of the City of Iqaluit

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of the City of Iqaluit (the City), which comprise the consolidated statement of financial position as at December 31, 2018, and the consolidated statements of operations, changes in net financial assets (debt) and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the City as at December 31, 2018 and its financial performance and its cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the City in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

A qualified opinion was expressed on the consolidated financial statements of the City for the year ended December 31, 2017. The qualification was related to the recreation operations of the City, where the completeness of revenue was not susceptible to satisfactory audit verification. The issues not allowing sufficient and appropriate audit evidence in 2017 were corrected during the 2018 fiscal year.

Responsibilities of Administration and Those Charged with Governance for the Consolidated Financial Statements

Administration is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian Public Sector Accounting Standards, and for such internal control as administration determines is necessary to enable the preparation of consolidated financial statements that are free of material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, administration is responsible for assessing the City's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless administration either intends to liquidate the City or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the City's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by administration.
- Conclude on the appropriateness of administration's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the City's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the City to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by Section 144 of the *Cities, Towns and Villages Act* of Nunavut we report that, in our opinion, these principles have been applied on a basis consistent with that of the preceding year.

We further report in accordance with the *Cities, Towns and Villages Act* of Nunavut that, in our opinion, proper books of account have been kept by the City, the consolidated financial statements are in agreement with the records maintained by the City and the transactions that have come under our notice have, in all significant respects, been within the statutory powers of the City except as disclosed in Note 12 to the consolidated financial statements

Iqaluit, Nunavut
February 28, 2019

Chartered Professional Accountants

CITY OF IQALUIT
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2018

	<u>2018</u>	<u>2017</u>
Financial Assets		
Cash and cash equivalents (Note 2)	\$ 49,898,354	\$ 48,082,327
Accounts receivable		
Taxes and grants in lieu (Note 3)	2,923,871	3,501,752
Trade and other (Note 3)	14,116,553	5,594,268
Land held for resale (Note 4)	2,312,719	38,160
Land leases receivable (Note 5)	<u>3,116,556</u>	<u>5,186,347</u>
Total Financial Assets	<u>72,368,053</u>	<u>62,402,854</u>
Liabilities		
Accounts payable and accrued liabilities	11,428,420	7,662,808
Deposits	139,724	142,624
Performance bond payable	93,270	124,442
Post-employment benefits payable	1,597,891	1,708,064
Closure/post-closure liabilities (Note 13)	5,630,886	5,752,841
Deferred revenue (Note 6)	20,415,562	23,483,258
Long term debt (Note 7)	34,184,613	36,199,625
Obligations under capital lease (Note 8)	<u>479,148</u>	<u>0</u>
Total Liabilities	<u>73,969,514</u>	<u>75,073,662</u>
Net Financial Assets (Debt)	<u>(1,601,461)</u>	<u>(12,670,808)</u>
Non-Financial Assets		
Prepaid expenses	227,511	231,320
Consumable inventories	1,111,662	959,503
Tangible capital assets (Schedule 18)	<u>143,479,922</u>	<u>131,252,506</u>
Total Non-Financial Assets	<u>144,819,095</u>	<u>132,443,329</u>
Accumulated Fund Balances (Schedule 1)	<u>\$ 143,217,634</u>	<u>\$ 119,772,521</u>

Contingent Liabilities (Note 13)

Commitments (Note 14)

Approved on behalf of the City of Iqaluit:

Mayor

Chief Administrative Officer

CITY OF IQALUIT
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2018

	2018 <u>Budget</u> (Unaudited)	2018 <u>Actual</u>	2017 <u>Actual</u>
Revenues			
Taxation and user charges			
Taxes and grants in lieu (Schedule 2)	\$ 20,523,179	\$ 19,905,138	\$ 19,333,935
Water and sewer (Schedule 3)	7,190,100	7,284,458	7,451,952
Sanitation (Schedule 4)	2,963,000	3,643,903	3,126,345
Land development and administration (Schedule 5)	2,823,100	2,802,998	2,456,299
Other revenue from own sources (Schedule 8)	843,900	1,339,938	1,113,623
Emergency services (Schedule 10)	1,899,700	2,552,949	2,376,547
By-law enforcement (Schedule 11)	77,500	113,327	75,210
Recreational and cultural (Schedule 13)	1,536,300	1,375,754	1,491,475
Government transfers			
Equalization contribution (Schedule 2)	2,031,100	2,058,178	2,031,180
Water and sewer subsidy (Schedule 3)	1,234,000	1,252,084	1,234,597
Water and sewer projects (Schedule 3)	0	1,746,916	0
Sanitation projects (Schedule 4)	0	400,692	1,220,438
Land contributions (Schedule 5)	85,400	86,074	85,492
Other government transfers (Schedule 8)	35,000	407,934	133,110
Recreational and cultural transfers (Schedule 13)	75,000	129,034	264,948
Economic development contribution (Schedule 15)	190,000	146,386	89,531
Contract services (Schedule 16)	702,300	1,502,531	855,118
	<u>42,209,579</u>	<u>46,748,294</u>	<u>43,339,800</u>
Expenses			
Water and sewer (Schedule 3)	5,439,100	8,369,983	6,370,448
Sanitation (Schedule 4)	1,817,000	2,556,261	4,456,212
Land development and administration (Schedule 5)	4,556,000	992,493	1,295,261
Gravel (Schedule 6)	0	0	(6,073)
General government (Schedule 9)	5,775,700	4,446,882	5,083,308
Emergency services (Schedule 10)	4,145,300	4,037,997	3,994,183
By-law enforcement (Schedule 11)	850,100	951,444	1,002,521
Public works and transportation (Schedule 12)	4,590,600	4,397,371	3,792,932
Recreational and cultural (Schedule 13)	5,843,700	6,201,970	6,130,345
Engineering services (Schedule 14)	574,800	621,791	514,965
Economic development (Schedule 15)	162,900	150,285	148,982
Contract services (Schedule 16)	701,800	1,575,988	855,118
Gravel (Schedule 17)	0	(11,950)	0
Depreciation (Schedule 18)	6,100	5,866,367	5,822,633
	<u>34,463,100</u>	<u>40,156,882</u>	<u>39,460,835</u>
Excess Revenues Before Other	<u>7,746,479</u>	<u>6,591,412</u>	<u>3,878,965</u>
Other			
Government transfers relating to capital (Schedule 19)	0	16,853,701	3,739,939
Excess Revenues	<u>\$ 7,746,479</u>	<u>\$ 23,445,113</u>	<u>\$ 7,618,904</u>

The accompanying notes are an integral part of these consolidated financial statements.

CITY OF IQALUIT
CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS (DEBT)
FOR THE YEAR ENDED DECEMBER 31, 2018

	2018 <u>Budget</u> (Unaudited)	2018 <u>Actual</u>	2017 <u>Actual</u>
Excess Revenues	\$ 7,746,479	\$ 23,445,113	\$ 7,618,904
Tangible capital assets purchased	(32,534,500)	(18,093,783)	(5,128,530)
Depreciation	<u>6,100</u>	<u>5,866,367</u>	<u>5,822,633</u>
	(24,781,921)	11,217,697	8,313,007
Change in prepaid expenses	0	3,809	41,646
Change in consumable inventories	<u>0</u>	<u>(152,159)</u>	<u>(24,213)</u>
Change in Net Debt	(24,781,921)	11,069,347	8,330,440
Net Debt, opening	<u>(12,670,808)</u>	<u>(12,670,808)</u>	<u>(21,001,248)</u>
Net Debt, closing	<u><u>\$ (37,452,729)</u></u>	<u><u>\$ (1,601,461)</u></u>	<u><u>\$ (12,670,808)</u></u>

CITY OF IQALUIT
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2018

	<u>2018</u>	<u>2017</u>
Operating Activities		
Excess revenues	\$ 23,445,113	\$ 7,618,904
Items not requiring cash:		
Depreciation	<u>5,866,367</u>	<u>5,822,633</u>
	29,311,480	13,441,537
 Cash provided by (used for) changes in non-cash working capital:		
Taxes and grants in lieu receivable	577,881	413,854
Trade and other receivables	(8,522,285)	622,891
Land held for resale	(2,274,559)	40,433
Land leases receivable	2,069,791	(993,438)
Accounts payable and accrued liabilities	3,765,612	(1,472,303)
Deposits	(2,900)	4,725
Performance bond payable	(31,172)	1,182
Post-employment benefits payable	(110,173)	(79,384)
Closure/post-closure liabilities	(121,955)	1,204,157
Deferred revenue	(3,067,696)	4,249,378
Prepaid expenses	3,809	41,646
Consumable inventory	<u>(152,159)</u>	<u>(24,213)</u>
Cash from (used for) operations	<u>21,445,674</u>	<u>17,450,465</u>
 Capital Activities		
Tangible capital assets purchased	<u>(18,093,783)</u>	<u>(5,128,530)</u>
Cash from (used for) capital transactions	<u>(18,093,783)</u>	<u>(5,128,530)</u>
 Financing Activities		
Long term debt repaid	(2,269,652)	(2,375,027)
Long term debt issued	254,640	2,625,000
Obligations under capital lease repaid	(32,622)	0
Obligations under capital lease issued	<u>511,770</u>	<u>0</u>
Cash from (used for) financing activities	<u>(1,535,864)</u>	<u>249,973</u>
 Increase in Cash	1,816,027	12,571,908
 Cash and Cash Equivalents, opening	<u>48,082,327</u>	<u>35,510,419</u>
 Cash and Cash Equivalents, closing	<u>\$ 49,898,354</u>	<u>\$ 48,082,327</u>

The accompanying notes are an integral part of these consolidated financial statements.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the City of Iqaluit (the "City") are the representations of Administration prepared in accordance with Canadian Public Sector Accounting Standards. The consolidated financial statements have, in Administration's opinion, been properly prepared within reasonable limits of materiality within the framework of the significant accounting policies summarized below:

(a) Reporting Entity

These consolidated financial statements reflect the assets, liabilities, revenues and expenditures of the General Operating Fund, Water Sewer Fund, Sanitation Program Fund, Land Development Fund and Reserve Fund and include all the activities of all committees of Council. All inter-fund assets, liabilities, revenues, and expenditures are eliminated.

The City receives significant funding from the Government of Nunavut in the form of operating and capital contributions. Administration is of the opinion that discontinuance of funding would significantly disrupt operations.

(b) Basis of Accounting

The consolidated financial statements are prepared using the accrual basis of accounting. Revenues are accounted for in the period in which the transactions or events occurred that gave rise to the revenues. Expenditures are recognized in the period the goods and services were acquired and a liability is incurred or transfers are due.

Government transfers are recognized in the consolidated financial statements as revenues when:

- 1) a transfer without eligibility criteria or stipulations is authorized.
- 2) a transfer with eligibility criteria but without stipulations is authorized and all eligibility criteria have been met.
- 3) a transfer with or without eligibility criteria but with stipulations is authorized and all eligibility criteria have been met, except when and to the extent that the transfer gives rise to an obligation that meets the definition of a liability.

Funds and contributions from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenue until used for the specific purpose.

Interest earned on reserve fund cash is transferred to the specific reserve fund that generated the interest.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(c) Use of Estimates

The preparation of the consolidated financial statements of the City requires Administration to make estimates and approximations based on information available as of the date of the consolidated financial statements. Significant estimates include assumptions used in estimating provisions for accrued liabilities, allowance for doubtful accounts, valuations of employee future benefits and closure and post-closure liabilities. Actual results could differ from those estimates and approximations.

(d) Fund Accounting

The City maintains the General Operating Fund, Water Sewer Fund, Sanitation Program Fund, Land Development Fund and Reserve Fund. Transfers between funds are recorded as adjustments to the appropriate fund balance.

(e) Financial Instruments

The City initially measures its financial assets and financial liabilities at fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument. The City subsequently measures all its financial assets and financial liabilities at amortized cost.

Financial assets measured at amortized cost include cash and cash equivalents, accounts receivable and land leases receivable. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities, long-term debt and obligations under capital lease.

It is management's opinion that the City is exposed to significant interest and credit risks arising from these financial instruments as described in Note 11.

(f) Budget

Budget figures are unaudited and are those approved by Council on June 12, 2018. The original budget was approved on December 29, 2017.

(g) Cash and Cash Equivalents

Cash and cash equivalents are comprised of bank account balances net of outstanding cheques and short term highly liquid investments that are readily convertible to cash. Short term investments are recorded at the lower of cost or market value.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(h) Inventory

Inventory for Consumption

Inventories other than for resale are recorded at the lower of cost, determined on a weighted average basis, and net replacement cost.

Inventory of Land Held for Resale

The cost of lots sold is recorded at estimated cost which is assumed to equal the selling price until all costs of development of an area are known. Therefore the inventory of land held for resale represents the residual amount of costs to date on the project.

(i) Tangible Capital Assets

Tangible capital assets are recorded at cost. Depreciation is provided using methods and rates intended to depreciate the cost of assets over their estimated useful lives. Estimated useful life and depreciation methods are set forth below:

<u>Category</u>	<u>Threshold</u> (<u>\$</u>)	<u>Estimated</u> <u>Useful</u> <u>Life</u>	<u>Depreciation</u> <u>Method</u>
Buildings	10,000	40 years	Straight-line
Cemetery development	All	Indefinite	NA
Computer equipment - hardware	5,000	3 years	Straight-line
Computer software	5,000	3 years	Straight-line
Feasibility studies	5,000	1 year	Straight-line
Furniture and fixtures	5,000	5 years	Straight-line
Granular source	All	Indefinite	NA
Infrastructure - water and sewer	10,000	30 years	Straight-line
Infrastructure - sewage treatment	10,000	30 years	Straight-line
Infrastructure - waste	10,000	30 years	Straight-line
Land	All	Indefinite	NA
Assets under construction	All	NA	NA
Machinery and equipment - office	10,000	5 years	Straight-line
Machinery and equipment - heavy equipment	10,000	18 years	Straight-line
Playgrounds - recreation	10,000	18 years	Straight-line
Roads	All	30 years	Straight-line
Vehicles	All	7 years	Straight-line

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(j) Contributed Tangible Capital Assets

Tangible capital assets acquired as contributions are recorded at their fair value on the date received. Equivalent amounts are recorded as other capital contributions on the Consolidated Statement of Operations.

(k) Interest Capitalization

Interest expenses incurred relating to the building under construction are capitalized until the point that the construction is complete and the building is ready for use.

(l) Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenditures as incurred.

(m) Post Employment Benefits

Under the terms and conditions of employment, City employees may earn benefits for retirement, vested sick leave, severance and removal costs upon termination of employment. The estimated liability for these benefits is recorded as the benefits are earned by the employees. Severance liabilities are also recorded when employees are identified for lay-off.

(n) Pension Expenditures

Currently, employees contribute to a privately managed registered retirement savings plan. The plan is a defined contribution plan to which the City contributes bi-weekly, based on various employment agreements, and therefore has no liability.

(o) Expense Allocations

Expenses which are wholly attributable to a particular fund are charged directly to the appropriate fund. Where expenses are not wholly attributable to a specific fund these expenses are allocated amongst the applicable fund based on administration's estimates of the time, effort and resources required to support these activities.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(p) Reserves

Reserves are established at the discretion of Council to set aside funds for future expenditures. Transfers to and/or from reserves are reflected as an adjustment to the respective fund and not as revenues or expenditures in the consolidated statement of operations.

The reserves as established by Council and their purposes are as follows:

General Operating Fund

- General reserve was established to accumulate funds for general operations or budget shortfalls.
- Building reserve was established to accumulate funds for purchasing or constructing new buildings.
- Road reserve was established to accumulate funds for future road paving, maintenance or development.
- Minor equipment reserve was established to accumulate funds for replacement of minor equipment.
- Vehicle reserve was established to accumulate funds for purchasing new vehicles.
- Heavy equipment reserve was established to accumulate funds for purchasing or repair of heavy equipment.
- R.E.A.C.H. reserve was established to accumulate sponsorship and donated funds for future R.E.A.C.H. program expenditures.
- Quarry development reserve was established to accumulate funds for future quarry development.

Water Sewer Fund

- General reserve was established to accumulate funds for water sewer operations or budget shortfalls.

Sanitation Program Fund

- Equipment reserve was established to accumulate funds for purchasing or repair of equipment.

Land Development Fund

- General reserve was established to accumulate funds for land operations or budget shortfalls.
- Land improvements reserve was established to accumulate funds for land improvements or development.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

2. CASH AND CASH EQUIVALENTS

General Operating Fund maintains the cash and cash equivalents for other funds not fully funded on their own. The actual cash and cash equivalents position is as follows:

	<u>2018</u>	<u>2017</u>
General operating fund	\$ 5,261,802	\$ 8,090,184
Aquatic centre funds	5,649,906	4,134,236
Capital projects funds	26,638,967	26,206,146
Land development funds	5,019,616	2,457,421
Internally restricted funds	1,526,033	1,443,798
Reserve funds	<u>5,802,030</u>	<u>5,750,542</u>
	<u>\$ 49,898,354</u>	<u>\$ 48,082,327</u>

Cash and cash equivalents consist of operating and savings accounts with the Royal Bank of Canada. Cash invested in savings accounts earns interest at variable rates.

Included in the land development fund cash and cash equivalents is \$93,270 (2017 - \$124,442) of performance bonds held in trust.

Included in the capital projects fund is \$4,970,465 (2017 - \$9,182,347) relating to Gas Tax Funding and \$13,070,862 (2017 - \$12,653,435) related to Minor Capital Block Funding. The interest earned on these funds is added to the funding for the capital projects for which the funds were originally received. The use of this cash and cash equivalent is restricted to approved projects under various capital project agreements.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

3. ACCOUNTS RECEIVABLE

Taxes and grants in lieu

	<u>2018</u>	<u>2017</u>
Total municipal taxes receivable	\$ 4,237,260	\$ 4,273,039
Allowance for doubtful collection	<u>(2,218,874)</u>	<u>(1,845,963)</u>
	2,018,386	2,427,076
Grants in lieu receivable	<u>905,485</u>	<u>1,074,676</u>
	<u>\$ 2,923,871</u>	<u>\$ 3,501,752</u>

Trade and other

	<u>2018</u>	<u>2017</u>
Water and sewer service	\$ 2,863,579	\$ 2,671,475
General accounts receivable	11,725,562	3,774,340
GST refundable	888,359	429,280
Contracts	261,514	1,064
Lower base accounts receivable	92,539	198,109
Allowance for doubtful accounts	<u>(1,715,000)</u>	<u>(1,480,000)</u>
	<u>\$ 14,116,553</u>	<u>\$ 5,594,268</u>

Included in General accounts receivable is amounts due from funders related to capital projects.

4. LAND HELD FOR RESALE

Land held for resale represents the following balances.

	<u>Number of</u>		<u>Number of</u>	
	<u>Lots for</u>	<u>2018</u>	<u>Lots for</u>	<u>2017</u>
	<u>Resale</u>		<u>Resale</u>	
Apex infill	1	\$ 0	2	\$ 0
Lake subdivision	1	4,316	1	4,316
Joamie court	31	2,308,403	1	33,844
Plateau subdivision 1	1	0	1	0
Other	6	0	7	0
	<u>40</u>	<u>\$ 2,312,719</u>	<u>12</u>	<u>\$ 38,160</u>

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

5. LAND LEASES RECEIVABLE

	<u>2018</u>	<u>2017</u>
Land leases receivable	\$ 2,129,727	\$ 4,326,023
Land leases receivable - in arrears	<u>1,693,953</u>	<u>1,571,850</u>
	3,823,680	5,897,873
Allowance for doubtful collection	<u>(707,124)</u>	<u>(711,526)</u>
	<u>\$ 3,116,556</u>	<u>\$ 5,186,347</u>

Land leases receivable bear various interest rates from 10% to 12%, are due in various periods from 1 years to 13 years and are secured by a leasehold interest in land.

6. DEFERRED REVENUE

	<u>2018</u>	<u>2017</u>
Gas tax program	\$ 4,970,465	\$ 9,182,347
GN other	885,687	872,188
GN capital contribution	13,070,862	12,653,435
Government of Canada	80,201	0
Other	248,704	83,822
Federation of Canadian Municipalities	500,000	500,000
Contracts	<u>659,643</u>	<u>191,466</u>
	<u>\$ 20,415,562</u>	<u>\$ 23,483,258</u>

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

7. LONG TERM DEBT

	<u>2018</u>	<u>2017</u>
Royal Bank of Canada, secured by a general debenture related to the Plateau subdivision phase 2, repayable in blended monthly installments of \$38,090 with interest at 2.70%, maturing September 2021.	\$ 1,178,969	\$ 1,598,064
VersaBank, secured by a general debenture on capital projects, repayable in blended monthly installments of \$7,942 with interest at 5.70%, maturing October 2025.	538,291	600,965
Royal Bank of Canada, secured by certain capital projects, repayable in blended bi-weekly payments of \$1,935 with interest at 3.75%, maturing December 2018.	345,227	381,910
VersaBank, secured by a general debenture related to the lower base capital project, repayable in blended monthly installments of \$4,728 with interest at 5.72%, maturing September 2025.	316,489	353,951
Royal Bank of Canada, secured by a general debenture related to the Plateau subdivision phase 3, repayable in blended monthly installments of \$38,550 with variable interest at Royal Bank of Canada prime less 0.5% maturing October 2022.	3,032,889	3,397,219
Royal Bank of Canada, secured by a general debenture related to the Plateau subdivision phase 4, repayable in blended monthly installments of \$23,838 with interest at 2.76%, maturing October 2022.	2,239,838	2,460,753

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

7. LONG TERM DEBT (continued)

	<u>2018</u>	<u>2017</u>
Federation of Canadian Municipalities debenture, unsecured, repayable in blended semi-annual installments of \$105,075 with interest at 4.25%, maturing August 2035.	2,525,384	2,625,000
Federation of Canadian Municipalities debenture, unsecured, repayable in blended semi-annual installments of \$70,060 with interest at 4.25%, maturing July 2035.	1,683,835	1,750,255
Federation of Canadian Municipalities debenture, unsecured, repayable in blended semi-annual installments of \$115,863 with interest at 4.25%, maturing August 2035.	2,784,664	2,894,508
Royal Bank of Canada, secured by five 2018 Ford trucks, repayable in monthly blended installments of \$7,456 with interest at 3.45%, maturing June 2021.	214,027	0
Royal Bank of Canada, secured by a general debenture related to the Aquatic Centre, repayable in monthly principal installments of \$65,000 plus interest and stamping fee at 2.77%, maturing December 2026.	<u>19,325,000</u>	<u>20,137,000</u>
	<u>\$ 34,184,613</u>	<u>\$ 36,199,625</u>

Long term debt is estimated to be repayable as follows:

2019	\$ 2,678,701
2020	2,408,450
2021	2,296,062
2022	3,510,992
2023	1,741,115
2024 and thereafter	<u>21,549,293</u>
	<u>\$ 34,184,613</u>

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

8. OBLIGATIONS UNDER CAPITAL LEASE

	<u>2018</u>	<u>2017</u>
Royal Bank of Canada, secured by CAT wheel loader and Freightliner dump truck, repayable in blended monthly installments of \$9,397 with interest at 4.02%, maturing September 2023.	\$ <u>479,148</u>	\$ <u>0</u>

The future minimum lease payments under capital leases are as follows:

2019	\$ 112,769
2020	112,769
2021	112,769
2022	112,769
2023	<u>75,179</u>
	526,255
Less: imputed interest	<u>47,107</u>
Obligations under capital lease	<u>\$ 479,148</u>

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

9. EXPENDITURES BY OBJECT

The following is a summary of the expenditures reported on the Consolidated Statement of Operations by the object of expenditures:

	<u>2018</u>	<u>2017</u>
Salaries and benefits	\$ 17,511,730	\$ 17,796,813
Legal fees	561,135	434,072
Professional fees	224,104	280,806
Contracted services	4,847,591	2,036,365
Rental	225,383	144,350
Telecommunications	227,139	244,777
Materials and supplies	1,168,005	1,341,175
Advertising	46,310	58,994
Service charges	99,313	82,726
Interest on long term debt	1,140,028	1,195,820
Bad debts	706,539	900,963
Professional development and training	201,638	330,209
Electricity	2,183,202	2,063,781
Heating fuel	1,267,649	1,300,333
Repairs and maintenance	1,533,228	791,048
Vehicle fuel	350,572	385,841
Vehicle repairs and maintenance	506,361	559,042
Travel and accommodation	50,307	56,205
Promotion	22,668	24,184
Sponsorships, memberships and fees	43,675	63,587
Insurance	752,332	496,912
Recruitment	89,681	45,022
Other expenditures	<u>253,188</u>	<u>251,110</u>
	34,011,778	30,884,135
Cost of lot sales	0	329,471
Decommissioning of West 40 Landfill	400,692	922,337
Landfill run-off treatment	0	298,102
Environmental expenses	(121,955)	1,204,157
Depreciation	<u>5,866,367</u>	<u>5,822,633</u>
	<u>\$ 40,156,882</u>	<u>\$ 39,460,835</u>

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

10. OTHER INFORMATION

Change in Allowance for Doubtful Accounts Receivable and Related Bad Debts Expense (Recovery)

The following amounts owed to the City have been considered doubtful of collection during the year and have been recorded as a bad debts expense (recovery) in their respective funds:

	<u>2018</u>	<u>2017</u>
Municipal taxes receivable	\$ 372,911	\$ 665,437
General accounts receivable	228,030	213,000
Municipal services receivable	110,000	88,000
Land leases receivable	<u>(4,402)</u>	<u>(65,474)</u>
	<u>\$ 706,539</u>	<u>\$ 900,963</u>

11. FINANCIAL ASSETS AND LIABILITIES

The significant financial risks to which the City is exposed are credit risk and interest rate risk.

a) Credit risk

Credit risk is the risk that one party to the financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The City is exposed to credit risk in the event of non-performance by counterparties in connection with its accounts receivable. The City does not obtain collateral or other security to support general accounts receivable subject to credit risk. Municipal taxes and services receivable mitigate credit risk by ultimate collection upon sale of property.

b) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The bank loans payable bear interest at varying rates. Changes in the bank's prime lending rate can cause fluctuations in interest payments and cash flows. The City has mitigated this risk by entering into loans at fixed interest rates.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

12. STATUTORY INFORMATION

Elimination of Deficit

Section 138 (2) of the *Cities, Towns and Villages Act* requires that every municipal corporation shall eliminate any deficit at the end of a fiscal year by the end of the next fiscal year. At December 31, 2017 the City had deficits in the Water Sewer, Sanitation Program and Gravel Funds. At December 31, 2018 the City has not eliminated the deficits as required on the Water Sewer and Sanitation Program Funds.

Ineligibility of Candidates for Mayor or Councillor

Section 17 (1) of the *Cities, Towns and Villages Act* requires that a council member who, at any time after his or her election or appointment, would not be eligible to be a candidate shall immediately vacate his or her seat and cease to be a mayor or council member, as the case may be. At December 31, 2018 there is at least one elected member personally indebted to the City for a sum exceeding \$500 for more than 90 days, and thereby in violation of Section 17(1).

13. CONTINGENT LIABILITIES

Environmental

The City of Iqaluit has identified various environmentally hazardous sites within the municipal boundaries of the City. Environmental problems include contaminated soil and groundwater and a sewage treatment facility in need of upgrades. Responsible government authorities have been notified of these environmental risks for remedial action. As the outcome of these environmental hazards is not presently determinable, no provision for a loss has been accrued in these consolidated financial statements.

Vendor Payable

A vendor of the City has provided an invoice for billing adjustments of \$574,734 which has been accrued in these financial statements. Administration is disputing this claim. The likelihood of the outcome is unknown. Since the invoice was originally issued, \$413,426 of interest has accumulated which is not included in these financial statements. The amount of any additional expense or reduction to the original billing will be recorded in the period it becomes known.

Statement of Claim

The City was served with a fire-related statement of claim filed against several defendants, seeking damages for general negligence, punitive damages and aggravated damages. The total amount being sought is \$14,500,000, the likelihood of the outcome is unknown. The amount of any contingent loss has not been recorded in these financial statements. The amount of an expense, if any, will be recorded in the period known.

The City has received multiple statements from homeowners seeking reimbursement claiming negligence and property damage. The total amount being sought is \$488,000, the likelihood of the outcome is unknown. The amount of any contingent loss has not been recorded in these financial statements. The amount of expense, if any, will be submitted to the City's insurance provider and will be recorded in the period known.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

13. CONTINGENT LIABILITIES (continued)

Quarry Site Restoration

Upon termination of the Quarry Administration Agreement between the City and the Government of Nunavut, the City is required to deliver up possession of the quarry site restored to the satisfaction of the Government of Nunavut. To date the City does not have complete information required to estimate restoration costs. As such these costs have not been recorded in these consolidated financial statements. The amount of an expense, if any, will be recorded in the period known.

Pay Equity and Grievances

There are a number of claims outstanding against the City for various grievance matters. The City is working with the Nunavut Employees Union in order to resolve the claims. However, the outcome of these claims is not currently known. As of December 31, 2018, no provision has been made in these financial statements. The amount of an expense, if any, will be recorded in the period known.

Insurance

The City participates in the Nunavut Association of Municipalities insurance programs. Under these programs the City is insured for property, automotive and liability. Under the terms of membership, the City could become liable for its proportionate share of any claim losses in excess of the funds available. Any liability incurred would be accounted for in the year the losses are determined.

Closure / Post-closure Costs - Solid Waste Landfill, Sewage Lagoon and Trail Deposit

Included in the City's operations are a solid waste landfill site, sewage lagoon and trail deposit. Closure / post-closure costs are recognized at their estimated present value when information is available to estimate the liability. The actual closure / post-closure costs may differ from these estimates. The amount of additional loss, if any, will be recorded in the period it becomes known.

	<u>Opening Balance</u>	<u>Change</u>	<u>Closing Balance</u>
Solid waste landfill	\$ 4,627,069	\$ (90,223)	\$ 4,536,846
Sewage lagoon	504,181	(19,782)	484,399
Trail deposit	<u>621,591</u>	<u>(11,950)</u>	<u>609,641</u>
	<u>\$ 5,752,841</u>	<u>\$ (121,955)</u>	<u>\$ 5,630,886</u>

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

14. COMMITMENTS

Premises Rent

The City rents premises for space under lease agreements that expire between 2019 and 2023. Annual minimum lease payments under the terms of the leases are as follows:

2019	\$ 260,900
2020	30,000
2021	30,000
2022	30,000
2023	<u>15,000</u>
	<u>\$ 365,900</u>

Wastewater Treatment Plant

In addition to the commitment noted above, the City has also committed to completing the Wastewater Treatment Plan by March 31, 2019, at an estimated cost of \$26,500,000. A bilateral agreement was signed November 2016, for the Clean Water Wastewater project, with Federal funding of 75% of the total eligible expenditures, to a maximum of \$19,875,000. The City's capital plan has funds allocated for this project totaling \$6,625,000 representing the remaining 25% required contribution under the bilateral agreement. The overall plan to achieve effluent compliance at the wastewater treatment plant is a multi-phase process. At December 31, 2018, the City has met the project schedules and milestones as set out in the quarterly report to Department of Indian Affairs and Northern Development.

15. COMPARATIVE AMOUNTS

Certain 2017 financial statement amounts have been reclassified to conform to the financial statement presentation adopted in the current year.

CITY OF IQUALUIT
CONSOLIDATED SCHEDULE OF CHANGES IN ACCUMULATED FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2018

(Schedule 21)	General Operating Fund	Water Sewer Fund	Sanitation Program Fund	Land Development Fund	Gravel Fund	Reserve Fund	Equity in Tangible Capital Assets	2018 Municipal Position Total	2017 Municipal Position Total
EXCESS REVENUES	\$ 8,129,773	\$ 11,761,726	\$ 1,657,035	\$ 1,896,579	\$ 0	\$ 0	\$ 0	\$ 23,445,113	\$ 7,618,904
Net interfund transfers									
To (from) reserves	(50,941)	0	0	0	0	50,941	0	0	0
Transfer between funds	(350,198)	0	0	0	350,198	0	0	0	0
Tangible capital assets purchased	(5,210,672)	(12,475,662)	(407,449)	0	0	0	18,093,783	0	0
Capital lease proceeds	511,770	0	0	0	0	0	(511,770)	0	0
Capital leases repaid	(32,622)	0	0	0	0	0	32,622	0	0
Long term debt proceeds	50,928	203,712	0	0	0	0	(254,640)	0	0
Long term debt repaid	(1,132,594)	(132,720)	0	0	0	0	1,265,314	0	0
Depreciation	3,225,951	2,401,668	238,748	0	0	0	(5,866,367)	0	0
	<u>(2,988,378)</u>	<u>(10,003,002)</u>	<u>(168,701)</u>	<u>0</u>	<u>350,198</u>	<u>50,941</u>	<u>12,758,942</u>	<u>0</u>	<u>0</u>
CHANGE IN FUND BALANCES	5,141,395	1,758,724	1,488,334	1,896,579	350,198	50,941	12,758,942	23,445,113	7,618,904
BALANCES, OPENING	<u>12,897,053</u>	<u>(2,350,883)</u>	<u>(1,564,614)</u>	<u>1,837,973</u>	<u>(350,198)</u>	<u>6,794,276</u>	<u>102,508,914</u>	<u>119,772,521</u>	<u>112,153,617</u>
BALANCES, CLOSING	<u>\$ 18,038,448</u>	<u>\$ (592,159)</u>	<u>\$ (76,280)</u>	<u>\$ 3,734,552</u>	<u>\$ 0</u>	<u>\$ 6,845,217</u>	<u>\$ 115,267,856</u>	<u>\$ 143,217,634</u>	<u>\$ 119,772,521</u>

The accompanying notes are an integral part of these consolidated financial statements.

CITY OF IQALUIT
GENERAL OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

	2018 <u>Budget</u> (Unaudited)	2018 <u>Actual</u>	2017 <u>Actual</u>
Revenues			
User charges			
Taxes	\$ 16,244,979	\$ 13,086,005	\$ 12,758,336
Grants in lieu (Schedule 8)	<u>4,278,200</u>	<u>6,819,133</u>	<u>6,575,599</u>
	20,523,179	19,905,138	19,333,935
Other revenue from own sources (Schedule 8)	843,900	1,339,938	1,113,623
Emergency services (Schedule 10)	1,899,700	2,552,949	2,376,547
By-law enforcement (Schedule 11)	77,500	113,327	75,210
Recreational and cultural (Schedule 13)	<u>1,536,300</u>	<u>1,375,754</u>	<u>1,491,475</u>
	24,880,579	25,287,106	24,390,790
Government transfers			
Equalization contribution	2,031,100	2,058,178	2,031,180
Economic development (Schedule 15)	190,000	146,386	89,531
Recreational and cultural (Schedule 13)	75,000	129,034	264,948
Government operating transfers (Schedule 8)	35,000	407,934	133,110
Contract services (Schedule 16)	<u>702,300</u>	<u>1,502,531</u>	<u>855,118</u>
	<u>27,913,979</u>	<u>29,531,169</u>	<u>27,764,677</u>
Expenses			
General government (Schedule 9)	5,775,700	4,446,882	5,083,308
Emergency services (Schedule 10)	4,145,300	4,037,997	3,994,183
By-law enforcement (Schedule 11)	850,100	951,444	1,002,521
Public works and transportation (Schedule 12)	4,590,600	4,397,371	3,792,932
Recreational and cultural (Schedule 13)	5,843,700	6,201,970	6,130,345
Engineering services (Schedule 14)	574,800	621,791	514,965
Economic development (Schedule 15)	162,900	150,285	148,982
Contract services (Schedule 16)	701,800	1,575,988	855,118
Gravel (Schedule 17)	0	<u>(11,950)</u>	0
	22,644,900	22,371,778	21,522,354
Depreciation	<u>6,100</u>	<u>3,225,951</u>	<u>3,257,370</u>
	<u>22,651,000</u>	<u>25,597,729</u>	<u>24,779,724</u>
Excess Revenues Before Other	5,262,979	3,933,440	2,984,953
Other			
Capital contributions	<u>0</u>	<u>4,196,333</u>	<u>306,520</u>
Excess Revenues	<u>\$ 5,262,979</u>	<u>\$ 8,129,773</u>	<u>\$ 3,291,473</u>

CITY OF IQALUIT
WATER SEWER FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

	2018 <u>Budget</u> (Unaudited)	2018 <u>Actual</u>	2017 <u>Actual</u>
Revenues			
User charges			
Residential	\$ 5,250,000	\$ 5,461,818	\$ 5,579,904
Residential subsidy	<u>(3,000,000)</u>	<u>(3,550,774)</u>	<u>(3,625,371)</u>
	2,250,000	1,911,044	1,954,533
Commercial	1,540,000	1,679,681	1,858,315
Government and industrial	3,300,000	3,504,605	3,393,757
Other fees	<u>100,100</u>	<u>189,128</u>	<u>245,347</u>
	7,190,100	7,284,458	7,451,952
Government transfers			
Government of Nunavut subsidies	1,234,000	1,252,084	1,234,597
Projects	<u>0</u>	<u>1,746,916</u>	<u>0</u>
	<u>8,424,100</u>	<u>10,283,458</u>	<u>8,686,549</u>
Expenses			
Salaries and wages	2,887,100	3,026,127	3,259,283
Transmission and distribution (utilidor)	2,215,000	3,883,055	1,886,021
Bad debts	0	110,000	88,000
Vehicle fuel	166,000	112,343	137,043
Vehicle operations and maintenance	171,000	126,037	216,522
Provision for closure/post-closure sewage lagoon (Note 13)	<u>0</u>	<u>(19,782)</u>	<u>(4,678)</u>
	5,439,100	7,237,780	5,582,191
Administration and maintenance costs			
General government	0	769,188	229,554
Emergency services	0	0	40,097
By-law	0	0	18,300
Public works and transportation	<u>0</u>	<u>363,015</u>	<u>500,306</u>
	5,439,100	8,369,983	6,370,448
Depreciation	<u>0</u>	<u>2,401,668</u>	<u>2,318,208</u>
	<u>5,439,100</u>	<u>10,771,651</u>	<u>8,688,656</u>
Excess Revenues (Expenses) Before Other	2,985,000	(488,193)	(2,107)
Other			
Capital contributions	<u>0</u>	<u>12,249,919</u>	<u>3,337,472</u>
Excess Revenues	<u>\$ 2,985,000</u>	<u>\$ 11,761,726</u>	<u>\$ 3,335,365</u>

CITY OF IQALUIT
SANITATION PROGRAM FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

	2018 <u>Budget</u> (Unaudited)	2018 <u>Actual</u>	2017 <u>Actual</u>
Revenues			
User charges			
Sanitation services	\$ 2,478,000	\$ 2,515,768	\$ 2,494,635
Solid waste tipping fees	<u>485,000</u>	<u>1,128,135</u>	<u>631,710</u>
	2,963,000	3,643,903	3,126,345
Government transfers			
Projects	<u>0</u>	<u>400,692</u>	<u>1,220,438</u>
	<u>2,963,000</u>	<u>4,044,595</u>	<u>4,346,783</u>
Expenses			
Salaries and benefits	1,593,700	1,445,917	1,405,787
Vehicle fuel	79,300	56,377	65,197
Vehicle operations and maintenance	72,500	82,343	126,334
Materials and supplies	28,700	17,693	33,710
Contracted costs	10,000	29,973	10,000
Electricity	19,400	29,508	30,996
Heating fuel	13,400	17,345	18,076
Provision for closure/post-closure solid waste landfill (Note 13)	0	(90,223)	1,538,440
Landfill run-off treatment	0	0	298,102
Decommissioning of West 40 Landfill	0	400,692	922,337
Provision for landfill run-off treatment (Note 13)	<u>0</u>	<u>0</u>	<u>(323,532)</u>
	1,817,000	1,989,625	4,125,447
Administration and maintenance costs			
General government	0	384,594	73,577
Public works and transportation	<u>0</u>	<u>182,042</u>	<u>257,188</u>
	1,817,000	2,556,261	4,456,212
Depreciation	<u>0</u>	<u>238,748</u>	<u>247,055</u>
	<u>1,817,000</u>	<u>2,795,009</u>	<u>4,703,267</u>
Excess Revenues (Expenses) Before Other	1,146,000	1,249,586	(356,484)
Other			
Capital contributions	<u>0</u>	<u>407,449</u>	<u>95,947</u>
Excess Revenues (Expenses)	<u>\$ 1,146,000</u>	<u>\$ 1,657,035</u>	<u>\$ (260,537)</u>

CITY OF IQALUIT
LAND DEVELOPMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

	2018 <u>Budget</u> (Unaudited)	2018 <u>Actual</u>	2017 <u>Actual</u>
Revenues			
User charges			
Land sales	\$ 2,170,000	\$ 1,719,162	\$ 1,476,488
Interest on land leases	535,000	484,143	518,692
Lot leases revenue	0	3,014	3,834
Other	800	800	102
Fees	<u>117,300</u>	<u>595,879</u>	<u>457,183</u>
	2,823,100	2,802,998	2,456,299
Government transfers			
Land administration contribution	<u>85,400</u>	<u>86,074</u>	<u>85,492</u>
	<u>2,908,500</u>	<u>2,889,072</u>	<u>2,541,791</u>
Expenses			
Cost of land sold	0	0	329,471
Interest on debentures	192,600	201,392	206,112
Salaries and benefits	614,000	200,996	415,898
Office and miscellaneous	13,500	773	23,615
Planning, reviews and studies	3,560,000	335,857	145,457
Professional fees	40,000	25,460	20,385
Rent	91,000	75,084	69,841
Survey, appraisal and title search fees	21,500	16,016	12,748
Training	12,800	3,810	0
Electricity	5,000	4,039	3,995
Heating fuel	5,000	5,126	5,153
Vehicle fuel	600	144	739
Vehicle operations, maintenance and rental	0	0	50
Bad debt recovery - land leases	<u>0</u>	<u>(4,402)</u>	<u>(65,474)</u>
	4,556,000	864,295	1,167,990
Administration and maintenance costs			
General government	0	128,198	102,482
Engineering services	0	0	4,600
By-law	0	0	3,200
Public works and transportation	<u>0</u>	<u>0</u>	<u>16,989</u>
	<u>4,556,000</u>	<u>992,493</u>	<u>1,295,261</u>
Excess Revenues (Expenses)	<u>\$ (1,647,500)</u>	<u>\$ 1,896,579</u>	<u>\$ 1,246,530</u>

**CITY OF IQALUIT
GRAVEL FUND
FOR THE YEAR ENDED DECEMBER 31, 2018**

	2018 <u>Budget</u> (Unaudited)	2018 <u>Actual</u>	2017 <u>Actual</u>
Revenues	\$ _____ 0	\$ _____ 0	\$ _____ 0
Expenses			
Provision for closure/post-closure trail area deposit	_____ 0	_____ 0	_____ (6,073)
Excess Revenues	<u>\$ _____ 0</u>	<u>\$ _____ 0</u>	<u>\$ _____ 6,073</u>

During 2018, Council approved a motion to close the Gravel Fund to the General Operating Fund. Revenues and expenses related to the gravel department are shown on Schedule 17 in 2018.

CITY OF IQALUIT
RESERVE FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

	2018	2017
	<u>Actual</u>	<u>Actual</u>
The reserve fund is allocated as follows:		
General Operating Fund		
General reserve	\$ 1,672,520	\$ 0
Building reserve	484,139	0
Roads reserve	994,660	0
Minor equipment reserve	140,151	0
Vehicle reserve	187,979	0
Heavy equipment reserve	171,617	0
R.E.A.C.H. reserve	313,263	0
Quarry development reserve	597,009	0
Election equipment reserve	0	24,349
Financial information system reserve	0	26,494
Administration building project reserve	0	8,091
Recreation building project reserve	0	58,733
Administration vehicle reserve	0	2,705
By-law vehicle reserve	0	18,338
Emergency services vehicle reserve	0	90,454
Emergency services equipment replacement reserve	0	34,668
Dog pound reserve	0	10,895
Alarm monitoring system reserve	0	6,995
Recreation vehicle reserve	0	8,715
Ambulance vehicle reserve	0	26,139
Outdoor hard surface reserve	0	7,460
BMX bicycle park reserve	0	5,000
City hall/recreation building reserve	0	306,219
Annenburg Foundation future donations reserve	0	37
Ambulance personnel training reserve	0	64,083
Fire hall replacement reserve	0	48,421
Major infrastructure maintenance reserve	0	902,406
Future recreation building reserve	0	119
Sustainability and economic development reserve	0	399,849
Emergency management operations reserve	0	60,916
Animal control vehicle reserve	0	15,436
Ambulance building reserve	0	45,938
Translation equipment reserve	0	4,942
Emergency radio equipment reserve	0	16,715
Ambulance equipment reserve	0	11,148
Election equipment reserve	0	5,300
Marine infrastructure reserve	0	42,434
Emergency generator reserve	0	24,500
Street lighting reserve	0	21,988
Paving maintenance reserve	0	23,169
Emergency services risk assessment reserve	0	3,707
Building inspector vehicle reserve	0	9,763
Playground equipment reserve	0	6,425

The accompanying notes are an integral part of these consolidated financial statements.

CITY OF IQALUIT
RESERVE FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

	2018	2017
	<u>Actual</u>	<u>Actual</u>
The reserve fund is allocated as follows: (continued)		
General Operating Fund		
Administration photocopier reserve	0	3,074
Finance office furniture reserve	0	1,200
Garage equipment reserve	0	38,447
Gas pump equipment reserve	0	4,350
Soccer equipment reserve	0	10,006
New road paving reserve	0	35,817
Roads heavy equipment reserve	0	171,637
Purchasing warehouse reserve	0	9,448
Purchasing vehicle reserve	0	7,133
Safety and training vehicle reserve	0	5,587
Vacation travel allowance reserve	0	8,594
Youth council reserve	0	45,322
Engineering vehicle reserve	0	2,651
Cemetery development reserve	0	20,154
Aquatic centre reserve	0	165
R.E.A.C.H. sponsorships reserve	0	238,333
R.E.A.C.H. donations reserve	0	74,930
General reserve	0	912,461
Water Sewer Fund		
General reserve	82,600	0
Sewage project reserve	0	133
Water truck replacement reserve	0	20
Booster station equipment reserve	0	19,234
Sewer truck reserve	0	26
Water and sewer capital projects	0	33,250
Water and sewer capital lease	0	30,000
Sanitation Fund		
Equipment reserve	1,128,469	0
Sanitation vehicle replacement reserve	0	68,510
Landfill equipment and vehicle reserve	0	107,631
Landfill equipment reserve	0	860,434
Sanitation capital lease	0	50,000
Sanitation capital purchases	0	25,000
Land Development Fund		
General reserve	264,859	0
Land improvements reserve	807,951	0
Review and by-law revisions reserve	0	202,500
Aerial photo reserve	0	125,960
Parking lot maintenance reserve	0	139,960

CITY OF IQALUIT
RESERVE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2018

	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
The reserve fund is allocated as follows: (continued)		
Land Development Fund		
GIS update reserve	0	50,000
Pedestrian walkway reserve	0	31,500
Parking lot reserve	0	39,980
Improvement to Industrial subdivision reserve	0	178,929
Walking trails, phase 1 and 2 reserve	0	212,000
Snow fence reserve	0	77,879
Lands and planning vehicle reserve	0	12,441
Gravel Fund		
Quarry development reserve	<u>0</u>	<u>597,029</u>
	<u>\$ 6,845,217</u>	<u>\$ 6,794,276</u>

During 2018, Council approved a motion to close and/or combine many existing reserve accounts.

CITY OF IQALUIT
GRANTS IN LIEU AND OTHER REVENUE FROM OWN SOURCES
FOR THE YEAR ENDED DECEMBER 31, 2018

	2018 <u>Budget</u> (Unaudited)	2018 <u>Actual</u>	2017 <u>Actual</u>
Grants in Lieu			
Federal government	\$ 4,278,200	\$ 1,073,124	\$ 1,048,408
Government of Nunavut	0	5,555,597	5,340,522
Nunavut Power Corporation	0	190,412	186,669
	<u>\$ 4,278,200</u>	<u>\$ 6,819,133</u>	<u>\$ 6,575,599</u>
Government Operating Transfers			
Federal government	\$ 0	\$ 189,708	\$ 44,332
Government of Nunavut	35,000	218,226	88,778
	<u>\$ 35,000</u>	<u>\$ 407,934</u>	<u>\$ 133,110</u>
Other Revenue from Own Sources			
Interest earned	\$ 140,000	\$ 427,411	\$ 211,960
Penalties and interest	452,500	611,362	515,476
Tax certificates	15,000	15,700	14,100
Business licences	132,400	106,669	81,450
Rent recovery	40,000	31,923	66,725
Other licences and permits	0	100	100
Insurance recoveries	0	0	72,480
Other income	64,000	146,773	151,332
	<u>\$ 843,900</u>	<u>\$ 1,339,938</u>	<u>\$ 1,113,623</u>

CITY OF IQALUIT
GENERAL GOVERNMENT
FOR THE YEAR ENDED DECEMBER 31, 2018

	2018 <u>Budget</u> (Unaudited)	2018 <u>Actual</u>	2017 <u>Actual</u>
Expenses			
Mayor's and councillors' salaries	\$ 238,700	\$ 284,528	\$ 238,662
Salaries	2,245,300	1,603,536	1,801,030
Employee benefits	472,700	350,883	342,521
Staff housing costs	0	2,360	143
Staff training	394,800	167,927	291,311
Utilities	101,200	72,418	75,648
Telecommunications	253,500	242,447	256,428
Stationery, supplies and postage	70,000	79,106	110,492
Council initiated programs	40,900	30,052	56,932
Advertising and promotion	47,600	49,899	55,670
Business travel and education	44,100	34,551	51,554
Bad debts	231,800	600,941	878,437
Maintenance and repairs	44,700	43,863	41,108
Election and plebiscites	0	0	56,016
Miscellaneous	0	0	12,400
Insurance	477,200	486,188	473,175
Membership and dues	5,900	2,404	3,789
Bank charges	130,000	99,313	82,726
Professional fees	445,100	595,793	616,783
Contracted services	312,100	508,069	231,221
Labour relations	21,000	151,517	60,499
Contracted translation	106,000	215,143	151,610
Rent	0	0	1,909
Vehicle fuel	1,200	434	2,705
Vehicle operations and maintenance	2,000	456	1,165
Computers and software	89,900	107,034	111,818
	<u>5,775,700</u>	<u>5,728,862</u>	<u>6,005,752</u>
Net allocations (to) from:			
Emergency services	0	0	(104,368)
By-law enforcement	0	0	7,900
Public works and transportation	0	0	(38,016)
Recreational and cultural	0	0	(232,300)
Engineering	0	0	(150,047)
Water and sewer fund	0	(769,188)	(229,554)
Sanitation fund	0	(384,594)	(73,577)
Land development fund	0	(128,198)	(102,482)
	<u>5,775,700</u>	<u>4,446,882</u>	<u>5,083,308</u>
Depreciation	<u>6,100</u>	<u>142,420</u>	<u>179,686</u>
	<u>\$ 5,781,800</u>	<u>\$ 4,589,302</u>	<u>\$ 5,262,994</u>

The accompanying notes are an integral part of these consolidated financial statements.

CITY OF IQALUIT
EMERGENCY SERVICES
FOR THE YEAR ENDED DECEMBER 31, 2018

	2018 <u>Budget</u> (Unaudited)	2018 <u>Actual</u>	2017 <u>Actual</u>
Revenues			
User charges			
Ambulance services	\$ 1,625,000	\$ 2,038,700	\$ 2,022,300
Alarm monitoring services	240,000	278,615	276,299
Other recoveries	34,700	235,634	77,948
	<u>1,899,700</u>	<u>2,552,949</u>	<u>2,376,547</u>
Expenses			
Salaries and benefits	3,718,900	3,633,406	3,633,513
Vehicle fuel	19,500	21,940	21,945
Vehicle operations and maintenance	71,000	21,374	44,917
Fire fighters' association	50,000	8,800	17,800
Office and miscellaneous	77,700	99,259	71,781
Dispatch expenses	2,000	2,581	2,685
Professional fees	1,000	0	1,931
Supplies	101,600	153,529	75,070
Rent	0	0	955
Utilities	86,100	72,418	75,648
Training	0	0	2,111
Minor capital	17,500	24,690	33,503
	<u>4,145,300</u>	<u>4,037,997</u>	<u>3,981,859</u>
Net allocations (to) from:			
General government	0	0	104,368
By-law	0	0	(107,287)
Public works and transportation	0	0	55,340
Water and sewer fund	0	0	(40,097)
	<u>4,145,300</u>	<u>4,037,997</u>	<u>3,994,183</u>
Depreciation	0	134,070	161,142
	<u>4,145,300</u>	<u>4,172,067</u>	<u>4,155,325</u>
Excess Expenses	<u>\$ (2,245,600)</u>	<u>\$ (1,619,118)</u>	<u>\$ (1,778,778)</u>

CITY OF IQALUIT
BY-LAW ENFORCEMENT
FOR THE YEAR ENDED DECEMBER 31, 2018

	2018 <u>Budget</u> (Unaudited)	2018 <u>Actual</u>	2017 <u>Actual</u>
Revenues			
User charges			
Fines	\$ 36,000	\$ 77,167	\$ 42,345
Licences and permits	<u>41,500</u>	<u>36,160</u>	<u>32,865</u>
	<u>77,500</u>	<u>113,327</u>	<u>75,210</u>
Expenses			
Salaries and benefits	670,100	776,342	745,928
Vehicle fuel	10,500	12,035	12,094
Vehicle repairs and maintenance	20,600	19,453	16,319
Office and miscellaneous	32,400	29,445	31,988
Rent	90,000	88,655	82,512
Repairs and maintenance	6,800	7,365	7,365
Dog pound expenses	<u>19,700</u>	<u>18,149</u>	<u>23,587</u>
	850,100	951,444	919,793
Administration and maintenance costs			
General government	0	0	(7,900)
Emergency services	0	0	107,287
Engineering services	0	0	5,654
Public works and transportation	0	0	(813)
Water and sewer fund	0	0	(18,300)
Land development fund	<u>0</u>	<u>0</u>	<u>(3,200)</u>
	850,100	951,444	1,002,521
Depreciation	<u>0</u>	<u>21,516</u>	<u>21,516</u>
	<u>850,100</u>	<u>972,960</u>	<u>1,024,037</u>
Excess Expenses	<u>\$ (772,600)</u>	<u>\$ (859,633)</u>	<u>\$ (948,827)</u>

CITY OF IQALUIT
PUBLIC WORKS AND TRANSPORTATION
FOR THE YEAR ENDED DECEMBER 31, 2018

	2018 <u>Budget</u> (Unaudited)	2018 <u>Actual</u>	2017 <u>Actual</u>
Expenses			
Salaries and benefits	\$ 2,540,600	\$ 2,596,387	\$ 2,627,233
Vehicle fuel	155,800	115,252	115,192
Vehicle operations and maintenance	117,500	232,445	158,637
Building maintenance	856,100	1,113,992	789,892
Materials and supplies	91,100	136,970	155,845
Street lighting	257,500	207,222	240,947
Professional fees	0	0	8,280
Traffic services	24,000	37,469	28,153
Rent	45,000	55,410	43,614
Contracted costs	141,000	201,890	128,277
Other expenses	0	20,485	60,000
Interest on loan financing	22,000	21,775	22,313
Cemetery operations and maintenance	15,000	14,230	882
Road repairs and maintenance	<u>325,000</u>	<u>188,901</u>	<u>322,860</u>
	4,590,600	4,942,428	4,702,125
Net allocations (to) from:			
General government	0	0	38,016
By-law	0	0	813
Emergency services	0	0	(55,340)
Recreational and cultural	0	0	(27,220)
Engineering services	0	0	(90,979)
Water and sewer fund	0	(363,015)	(500,306)
Sanitation fund	0	(182,042)	(257,188)
Land development fund	<u>0</u>	<u>0</u>	<u>(16,989)</u>
	4,590,600	4,397,371	3,792,932
Depreciation	<u>0</u>	<u>1,495,028</u>	<u>1,452,990</u>
	<u>\$ 4,590,600</u>	<u>\$ 5,892,399</u>	<u>\$ 5,245,922</u>

CITY OF IQALUIT
RECREATIONAL AND CULTURAL
FOR THE YEAR ENDED DECEMBER 31, 2018

	2018 <u>Budget</u> (Unaudited)	2018 <u>Actual</u>	2017 <u>Actual</u>
Revenues			
User charges			
Abe Okpik Community Centre	\$ 5,000	\$ 8,271	\$ 14,200
Arctic Winter Games Complex	115,500	180,528	100,067
Arnaituq Arena	75,500	79,735	52,874
Curling rink	23,500	29,505	32,190
Recreation fundraising	105,000	35,686	75,720
Iqaluit skateboard park	6,000	5,784	6,089
Parks, playgrounds and ballfields	2,300	5,373	3,804
Programs and special events	140,000	87,829	127,310
Soccer	38,000	32,223	34,965
Aquatic centre	959,500	901,328	1,030,554
Youth centre	66,000	9,492	13,702
	<u>1,536,300</u>	<u>1,375,754</u>	<u>1,491,475</u>
Government transfers			
Federal Government	0	30,000	140,776
Government of Nunavut	75,000	99,034	124,172
	<u>75,000</u>	<u>129,034</u>	<u>264,948</u>
	<u>1,611,300</u>	<u>1,504,788</u>	<u>1,756,423</u>
Expenses			
Administration			
Salaries and benefits	481,500	434,515	416,243
Other administration expenses	25,700	25,997	32,657
Vehicle fuel	11,000	12,957	12,309
Vehicle operations and maintenance	7,000	2,320	4,583
	<u>525,200</u>	<u>475,789</u>	<u>465,792</u>
Fundraising expenses	40,000	421	7,830
Facilities			
Abe Okpik Community Centre	42,400	26,178	73,124
Aquatic centre	2,828,100	3,415,834	3,049,501
Arctic Winter Games Complex	841,000	829,047	564,797
Arnaituq Arena	407,900	409,761	420,077
Curling rink	238,000	102,846	147,923
Elders' facility	44,900	107,463	116,792
Iqaluit skateboard park	23,200	9,124	37,251
Parks, playgrounds and ballfields	27,000	4,750	93,405
Programs and special events	396,800	405,913	430,359
Soccer program	68,800	73,131	134,760
Youth centre	360,400	341,713	329,214
	<u>5,843,700</u>	<u>6,201,970</u>	<u>5,870,825</u>
Net allocations (to) from:			
General government	0	0	232,300
Public works and transportation	0	0	27,220
	<u>5,843,700</u>	<u>6,201,970</u>	<u>6,130,345</u>
Depreciation	0	1,427,558	1,436,677
	<u>5,843,700</u>	<u>7,629,528</u>	<u>7,567,022</u>

The accompanying notes are an integral part of these consolidated financial statements.

Excess Expenses

\$ (4,232,400) \$ (6,124,740) \$ (5,810,599)

CITY OF IQALUIT
ENGINEERING SERVICES
 FOR THE YEAR ENDED DECEMBER 31, 2018

	2018 <u>Budget</u> (Unaudited)	2018 <u>Actual</u>	2017 <u>Actual</u>
Expenses			
Salaries and benefits	\$ 69,400	\$ 0	\$ 42,678
Vehicle fuel	800	611	696
Vehicle repairs and maintenance	2,500	0	0
Office and miscellaneous	0	673	666
Rent	45,500	12,310	16,315
Heating	3,500	854	859
Materials and supplies	303,100	37,152	66,289
Contracted services	<u>150,000</u>	<u>570,191</u>	<u>165,890</u>
	574,800	621,791	293,393
Administration and maintenance costs			
General government	0	0	150,047
Economic development	0	0	(9,200)
By-law enforcement	0	0	(5,654)
Public works and transportation	0	0	90,979
Land development fund	<u>0</u>	<u>0</u>	<u>(4,600)</u>
	574,800	621,791	514,965
Depreciation	<u>0</u>	<u>5,359</u>	<u>5,359</u>
	<u>\$ 574,800</u>	<u>\$ 627,150</u>	<u>\$ 520,324</u>

CITY OF IQALUIT
ECONOMIC DEVELOPMENT
FOR THE YEAR ENDED DECEMBER 31, 2018

	2018 <u>Budget</u> (Unaudited)	2018 <u>Actual</u>	2017 <u>Actual</u>
Revenues			
Government transfers			
Economic development	\$ 190,000	\$ 146,386	\$ 89,531
Expenses			
Salaries and benefits	126,700	117,689	120,616
Advertising and promotion	10,000	18,589	5,318
Staff training and travel	10,000	7,809	2,617
Materials and supplies	6,200	6,198	5,118
Contracted services	0	0	5,158
Rent	<u>10,000</u>	<u>0</u>	<u>955</u>
	162,900	150,285	139,782
Administration and maintenance costs			
Engineering services	<u>0</u>	<u>0</u>	<u>9,200</u>
	<u>162,900</u>	<u>150,285</u>	<u>148,982</u>
Excess Revenues (Expenses)	<u>\$ 27,100</u>	<u>\$ (3,899)</u>	<u>\$ (59,451)</u>

CITY OF IQALUIT
CONTRACT SERVICES
FOR THE YEAR ENDED DECEMBER 31, 2018

	Community <u>Wellness</u>	Community <u>Health</u>	<u>Other</u>	2018 <u>Total</u>	2017 <u>Total</u>
Revenues					
Government transfers					
Government of Nunavut	\$ 657,217	\$ 0	\$ 0	\$ 657,217	\$ 135,503
Government of Canada	<u>0</u>	<u>845,314</u>	<u>0</u>	<u>845,314</u>	<u>719,615</u>
	<u>657,217</u>	<u>845,314</u>	<u>0</u>	<u>1,502,531</u>	<u>855,118</u>
Expenses					
Contracted costs	613,225	740,488	73,457	1,427,170	718,768
Materials and supplies	0	578	0	578	545
Administration	43,992	48,334	0	92,326	92,437
Salaries and benefits	<u>0</u>	<u>55,914</u>	<u>0</u>	<u>55,914</u>	<u>43,368</u>
	<u>657,217</u>	<u>845,314</u>	<u>73,457</u>	<u>1,575,988</u>	<u>855,118</u>
Excess Expenses	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (73,457)</u>	<u>\$ (73,457)</u>	<u>\$ 0</u>

**CITY OF IQALUIT
GRAVEL
FOR THE YEAR ENDED DECEMBER 31, 2018**

	2018 <u>Budget</u> (Unaudited)	2018 <u>Actual</u>	2017 <u>Actual</u>
Revenues	\$ 0	\$ 0	\$ 0
Expenses			
Provision for closure/post-closure trail area deposit (Note 13)	0	(11,950)	0
Excess Revenues	<u>\$ 0</u>	<u>\$ 11,950</u>	<u>\$ 0</u>

CITY OF IQALUIT
TANGIBLE CAPITAL ASSETS AND ACCUMULATED DEPRECIATION
FOR THE YEAR ENDED DECEMBER 31, 2018

	Cost				Accumulated Depreciation				Net Book
	Balance	Additions	Transfers	Disposals	Balance	Depreciation	Disposals	Closing	Value
	Opening				Opening				
Buildings	\$ 58,211,902	\$ 267,990	\$ 0	\$ 0	\$ 58,479,892	\$ 1,453,158	\$ 0	\$ 14,111,871	\$ 44,368,021
Cemetery development	2,088,333	0	0	0	2,088,333	0	0	0	2,088,333
Computer hardware	631,293	0	0	0	631,293	2,143	0	627,187	4,106
Computer software	829,210	0	0	0	829,210	37,747	0	814,193	15,017
Feasibility studies	603,931	0	0	0	603,931	0	0	603,931	0
Furniture and fixtures	148,579	0	0	0	148,579	8,637	0	148,082	497
Granular source	821,641	0	0	0	821,641	27,388	0	421,259	400,382
Infrastructure - water and sewer	58,836,368	0	1,065,507	0	59,901,875	1,707,587	0	32,315,937	27,585,938
Infrastructure - sewage treatment	17,229,169	0	0	0	17,229,169	558,882	0	8,025,263	9,203,906
Infrastructure - waste	4,731,046	0	0	0	4,731,046	158,083	0	1,878,449	2,852,597
Land	10,037,522	0	0	0	10,037,522	0	0	0	10,037,522
Machinery and equipment - office	676,130	17,109	0	0	693,239	33,531	0	475,921	217,318
Machinery and equipment - heavy	9,997,737	650,852	0	0	10,648,589	535,403	0	5,898,785	4,749,804
Machinery and equipment - residential	26,692	0	0	0	26,692	1,119	0	20,068	6,624
Playgrounds	274,628	0	0	0	274,628	9,388	0	201,552	73,076
Roads	31,977,445	2,730,236	0	0	34,707,681	1,107,088	0	11,422,546	23,285,135
Vehicles	7,204,599	279,772	0	0	7,484,371	226,233	0	6,706,470	777,901
Assets under construction	204,326,225	3,945,959	1,065,507	0	209,337,691	5,866,367	0	83,671,514	125,666,177
	4,731,428	14,147,824	(1,065,507)	0	17,813,745	0	0	0	17,813,745
Total	\$ 209,057,653	\$ 18,093,783	\$ 0	\$ 0	\$ 227,151,436	\$ 5,866,367	\$ 0	\$ 83,671,514	\$ 143,479,922

The accompanying notes are an integral part of these consolidated financial statements.

CITY OF IQALUIT
TANGIBLE CAPITAL ASSET ADDITIONS BY FUNDING SOURCE
FOR THE YEAR ENDED DECEMBER 31, 2018

Government of Nunavut

Gas Tax Contribution Agreement

Safety cage	\$ 17,874
WTP chimney	36,923
Federal road paving	2,730,236
Sewer system upgrades - AV343	139,800
Joamie School sewer line	254,297
Water and sewer control upgrade	650,162
Solid waste facility planning	407,449
Bridge repairs project	222,908
Akilliq drive upgrades	48,034
Trigram heat exchanger	32,157
Water supply infrastructure	282,489
RO system	<u>351,041</u>
	<u>5,173,370</u>

Capital Contribution Agreement

Coke plant upgrades	44,395
Public works building upgrades	312,270
Wastewater treatment plant upgrade and expansion	10,392,747
Business licence website	42,869
Abe Okpik upgrades	29,766
Arnaitok Arena upgrades	551,244
City Hall improvements	187,945
Elder's Qammaq upgrades	<u>14,732</u>
	<u>11,575,968</u>

Total Government of Nunavut capital funding

16,749,338

Government of Canada

LED lighting upgrades	<u>104,363</u>
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Total Government transfers relating to capital

16,853,701

City of Iqaluit

Aquatic Centre	223,595
Fit Tester	17,109
2018 CAT loader	368,428
2019 Freightliner dump truck	163,031
Arnaitok Arena unit heater	23,700
AWG Arena compressor	13,070
Generator	27,826
2018 Ford F-250	54,029
2018 Ford F-250	54,029
2018 Ford F-250	43,713
2018 Ford F-150	42,733
2018 Ford F-150	41,869
2018 Ford F-150	43,399
Bulk fuel system replacement	<u>123,551</u>

Total City of Iqaluit capital funding

1,240,082

\$ 18,093,783

**CITY OF IQALUIT
TANGIBLE CAPITAL ASSET DISPOSALS
FOR THE YEAR ENDED DECEMBER 31, 2018**

<u>Description</u>	<u>Identification</u>	<u>Proceeds of Disposal</u>
No disposals during the year		

CITY OF IQALUIT
GENERAL OPERATING FUND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	<u>General Operating</u> <u>Fund</u>	<u>Aquatic Centre</u> <u>Operations</u>	(Schedule 1) <u>Total General</u> <u>Operating Fund</u>
EXCESS REVENUES (EXPENSES)	\$ 11,604,792	\$ (3,475,019)	\$ 8,129,773
Net interfund transfers			
To (from) reserves	(50,941)	0	(50,941)
Transfer between funds	(350,198)	0	(350,198)
Tangible capital assets purchased	(4,987,077)	(223,595)	(5,210,672)
Capital lease proceeds	511,770	0	511,770
Capital leases repaid	(32,622)	0	(32,622)
Long term debt proceeds	50,928	0	50,928
Long term debt repaid	(44,714)	(1,087,880)	(1,132,594)
Depreciation	2,265,437	960,514	3,225,951
	<u>(2,637,417)</u>	<u>(350,961)</u>	<u>(2,988,378)</u>
CHANGE IN FUND BALANCES	8,967,375	(3,825,980)	5,141,395
BALANCES, OPENING	<u>16,834,154</u>	<u>(3,937,101)</u>	<u>12,897,053</u>
BALANCES, CLOSING	<u>\$ 25,801,529</u>	<u>\$ (7,763,081)</u>	<u>\$ 18,038,448</u>